

00- R -1877

**A RESOLUTION  
BY COMMUNITY DEVELOPMENT/HUMAN RESOURCES COMMITTEE**

**A RESOLUTION CERTIFYING TO THE  
OPERATION OF THE REVOLVING LOAN  
FUND (RLF), EDA PROJECT 04#-3904038  
BY THE CITY OF ATLANTA.**

**WHEREAS**, the Department of Planning, Development Neighborhood Conservation, Bureau of Housing Finance and Economic Development (herein referred to as the City) and the Revolving Loan Fund Committee (herein referred to as the RLF Committee) have reviewed the performance of the RLF for the 12-month period ending September 30, 2000, relative to the area's adjustment strategy and the RLF Plan; and

**WHEREAS**, the City and the RLF Committee have determined that the RLF is consistent with and supportive of the area's current economic adjustment strategy and a summary of the major objectives of the RLF through September 30, 200 is attached as exhibit "A":

**NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF  
THE CITY OF ATLANTA, GEORGIA, AS FOLLOW:**

**Section 1.** The City of Atlanta hereby has determined and certified that (1) the Revolving Loan Fund EDA PROJECT 04#-3904038 (RLF) is consistent with and supportive of the area's current economic adjustment strategy and (2) the RLF is being operated in accordance with the policies and procedures contained in the RLF Plan, and the loan portfolio meets the standards contained herein.

## **ADA's Compliance with the Economic Development Administration's Revolving Loan Fund (RLF)**

DATE: October 23, 2000

The following is a summary of the major objectives of ADA's Revolving Loan Fund program:

1. Provide service to low/moderate income residents;
2. Create new jobs and retain existing jobs in the City;
3. Increase per capita income level in the City;
4. Further diversify the economy of the City;
5. Increase the tax base of the City;
6. Overcome the lack of investment capital available to small businesses and start-ups in particular;
7. Provide financing for innovative manufacturing and service companies;
8. Promote the revitalization of deteriorated areas;
9. Assist business owned and operated by women, minorities, and others who are economically disadvantaged;
10. Promote the exportation of goods and services;
11. Complement the effectiveness of similar programs (i.e., the SBA loan program and the Business Improvement Loan Fund (BILF) Program);
12. Leverage the maximum investment of private dollars with the minimum investment of RLF funds;
13. Assist the expansion and/or modernization of existing businesses;
14. The interest rate changes by the RLF will never fall below 4%;
15. The minimum loan that the RLF will make will be \$10,000 with the maximum loan being \$100,000;
16. Working Capital loans shall not exceed 50% of the total RLF loan portfolio;
17. RLF borrower, qualifying by job creation, will generally be expected to create or retain one (1) job, or the part-time equivalent for each \$15,000 borrowed from the RLF program. The requirement can be waived if the program has or expects to have a job surplus ratio.

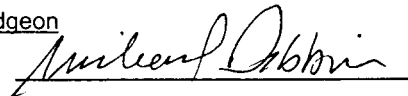
A summary of the Loans Closed or Approved from October 1, 1996 through September 30, 2000 is available. The list confirms our compliance with the above goals.

# TRANSMITTAL FORM FOR LEGISLATION

To Mayor's Office:

Greg Pridgeon

Commissioner Signature:



Director signature \_\_\_\_\_

From: Originating Dept.

Planning Dev & Neigh Conserv

Contact Name

Phil Smith, Dir HFED

Committee(s) of Purview:

CD/HR

Committee Deadline:

Nov 17, 2000

Committee Meeting Date (s)

Nov 29, 2000

City Council Meeting Date: Dec 4, 2000

## CAPTION:

A RESOLUTION CERTIFYING TO THE OPERATION OF THE REVOLVING LOAN FUND (RLF), EDA PROJECT 04#-3904038 BY THE CITY OF ATLANTA.

FINANCIAL IMPACT (if any):

none

## BACKGROUND/PURPOSE/DISCUSSION:

Provide the required Annual Certification of the Phoenix Loan Program Revolving Loan Fund (RLF) operations for the 12 month period ending March 31, 2000.

Coordinated Review With:

ADA manages the RLF on behalf of the City.

Mayor's Staff Only

Received by Mayor's Office: \_\_\_\_\_

(date)

Reviewed: 

11/17/00  
(initials) (date)

Submitted to Council: \_\_\_\_\_

(date)

Action by Committee:

☐ Approved ☐ Adversed ☐ Held ☐ Amended  
☐ Substitute ☐ Referred ☐ Other